

CONSOLIDATED PENSION TRUST
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2002

	December-02					September-02					Current Fiscal Year-to-Date		Prior Year FY02		3 Years Ended	5 Years Ended
	Allocation		Returns-Quarter			Allocation		Returns-Quarter			Returns		Returns		6/30/2002	6/30/2002
	Market Value	Actual	Policy (1)	Gross	Net	Market Value	Actual	Policy (1)	Gross	Net	Gross	Net	Gross	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
Structured Growth																
AllianceBernstein	42,489,701	2.0%	2.3%	3.10%	3.03%	41,238,037	2.0%	2.3%	-13.49%	-13.56%	-10.81%	-10.94%	-28.69%	-28.98%	-16.11%	N/A
Russell 1000 Growth				7.15%	7.15%				-15.05%	-15.05%	-8.98%	-8.98%	-26.49%	-26.49%	-16.15%	N/A
Structured Value																
LSV	99,379,383	4.6%	4.5%	6.56%	6.44%	93,334,503	4.5%	4.5%	-18.19%	-18.29%	-12.82%	-13.03%	3.22%	2.72%	5.54%	N/A
Russell 1000 Value				9.22%	9.22%				-18.77%	-18.77%	-11.28%	-11.28%	-8.96%	-8.96%	-4.87%	N/A
Enhanced Russell 1000 Index																
LA Capital (Wilshire)	94,650,289	4.3%	4.5%	6.98%	6.92%	88,538,485	4.3%	4.5%	-16.22%	-16.27%	-10.38%	-10.48%	-16.76%	-17.00%	N/A	N/A
Russell 1000				8.16%	8.16%				-16.91%	-16.91%	-10.13%	-10.13%	-17.89%	-17.89%	N/A	N/A
Enhanced S&P 500 Index																
Northern Trust	92,504,620	4.2%	4.5%	8.17%	8.10%	85,577,465	4.1%	4.5%	-16.65%	-16.71%	-9.84%	-9.96%	-16.71%	-16.98%	N/A	N/A
Strong	93,608,642	4.3%	4.5%	10.15%	10.08%	85,026,714	4.1%	4.5%	-16.69%	-16.75%	-8.24%	-8.35%	-19.99%	-20.23%	N/A	N/A
Westridge	115,131,553	5.3%	4.5%	8.65%	8.52%	106,523,236	5.1%	4.5%	-17.08%	-17.19%	-9.91%	-10.13%	-17.29%	-17.54%	N/A	N/A
Total Enhanced S&P 500 Index	301,244,815	13.8%	13.6%	8.96%	8.87%	277,127,415	13.3%	13.6%	-16.80%	-16.88%	-9.34%	-9.50%	-17.98%	-18.23%	N/A	N/A
S&P 500				8.44%	8.44%				-17.28%	-17.28%	-10.30%	-10.30%	-17.98%	-17.98%	N/A	N/A
S&P 500 Index																
State Street	110,313,575	5.1%	5.3%	8.45%	8.45%	96,526,264	4.6%	5.3%	-17.25%	-17.26%	-10.26%	-10.27%	-17.94%	-17.96%	-9.14%	3.67%
S&P 500				8.44%	8.44%				-17.28%	-17.28%	-10.30%	-10.30%	-17.98%	-17.98%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	648,077,763	29.8%	30.2%	7.76%	7.69%	596,764,704	28.7%	30.2%	-16.72%	-16.78%	-10.25%	-10.38%	-16.91%	-17.13%	-9.48%	2.68%
S&P 500				8.44%	8.44%				-17.28%	-17.28%	-10.30%	-10.30%	-17.98%	-17.98%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																
Manager-of-Managers																
SEI	211,178,386	9.7%	10.0%	5.40%	5.19%	174,890,588	8.4%	9.0%	-18.92%	-19.10%	-14.54%	-14.90%	-11.06%	-11.87%	N/A	N/A
Russell 2000 + 200bp				6.66%	6.66%				-20.90%	-20.90%	-15.63%	-15.63%	-6.68%	-6.68%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	211,178,386	9.7%	10.0%	5.40%	5.19%	174,890,588	8.4%	9.0%	-18.92%	-19.10%	-14.54%	-14.90%	-11.04%	-11.87%	1.18%	1.95%
Russell 2000				6.16%	6.16%				-21.40%	-21.40%	-16.56%	-16.56%	-8.59%	-8.59%	1.67%	4.44%
INTERNATIONAL EQUITY																
Large Cap - Core																
State Street	59,343,860	2.7%	2.9%	4.19%	4.11%	47,969,618	2.3%	2.7%	-19.92%	-19.99%	-16.57%	-16.70%	-11.49%	-11.74%	-6.76%	-2.26%
MSCI EAFE - 50% Hedged				4.04%	4.04%				-20.02%	-20.02%	-16.79%	-16.79%	-14.62%	-14.62%	-5.75%	0.27%
Large Cap - Active																
Capital Guardian	152,121,026	7.0%	7.3%	7.47%	7.35%	125,079,364	6.0%	6.8%	-21.40%	-21.50%	-15.53%	-15.72%	-12.74%	-13.17%	-1.00%	5.76%
Bank of Ireland	31,035,357	1.4%	1.5%	7.32%	7.13%	27,062,551	1.3%	1.4%	-21.44%	-21.60%	-15.69%	-16.01%	N/A	N/A	N/A	N/A
Total Large Cap - Active	183,156,383	8.4%	8.8%	7.44%	7.31%	152,141,915	7.3%	8.2%	-21.41%	-21.51%	-15.56%	-15.77%	-11.77%	-12.19%	-0.63%	6.00%
MSCI EAFE - 50% Hedged				4.04%	4.04%				-20.02%	-20.02%	-16.79%	-16.79%	-14.62%	-14.62%	-5.75%	0.27%
Small Cap - Active																
Lazard	33,261,413	1.5%	1.5%	4.14%	3.95%	30,334,611	1.5%	1.4%	-17.22%	-17.39%	-13.79%	-14.12%	N/A	N/A	N/A	N/A
Wellington	33,202,510	1.5%	1.5%	7.34%	7.10%	29,093,631	1.4%	1.4%	-17.14%	-17.35%	-11.06%	-11.48%	N/A	N/A	N/A	N/A
Total Small Cap - Active	66,463,923	3.1%	2.9%	5.71%	5.49%	59,428,242	2.9%	2.7%	-17.18%	-17.37%	-12.46%	-12.83%	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				1.85%	1.85%				-15.30%	-15.30%	-13.74%	-13.74%	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	308,964,166	14.2%	14.6%	6.38%	6.24%	259,539,775	12.5%	13.7%	-20.20%	-20.31%	-15.12%	-15.34%	-10.02%	-10.49%	-2.94%	2.40%
MSCI EAFE - 50% Hedged				4.04%	4.04%				-20.02%	-20.02%	-16.79%	-16.79%	-14.62%	-14.62%	-5.75%	0.27%
EMERGING MARKETS EQUITY																
Capital Guardian	103,576,958	4.8%	4.8%	11.89%	11.72%	92,715,491	4.5%	4.8%	-16.54%	-16.68%	-6.62%	-6.91%	-5.05%	-5.69%	-5.69%	-6.04%
MSCI Emerging Markets Free				10.04%	10.04%				-16.30%	-16.30%	-7.90%	-7.90%	1.30%	1.30%	-6.34%	-8.42%
DOMESTIC FIXED INCOME																
Core Bond																
Western Asset	56,128,876	2.6%	2.6%	2.53%	2.49%	68,678,813	3.3%	2.9%	3.71%	3.66%	6.34%	6.24%	9.12%	8.87%	8.93%	8.26%
Lehman Aggregate				1.57%	1.57%				4.58%	4.58%	6.22%	6.22%	8.62%	8.62%	8.10%	7.57%
Active Duration																
WestLB (Criterion)	55,980,272	2.6%	2.6%	2.76%	2.69%	67,693,111	3.3%	2.9%	2.64%	2.57%	5.47%	5.34%	6.25%	6.00%	7.60%	7.09%
Lehman Aggregate				1.57%	1.57%				4.58%	4.58%	6.22%	6.22%	8.62%	8.62%	8.10%	7.57%

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	Market Value	Allocation		Returns-Quarter		Market Value	Allocation		Returns-Quarter		Returns		Returns		6/30/2002 Net	6/30/2002 Net
		Actual	Policy (1)	Gross	Net		Actual	Policy (1)	Gross	Net	Gross	Net	Gross	Net		
Index																
Bank of ND	66,888,529	3.1%	3.0%	1.42%	1.40%	81,664,708	3.9%	3.4%	5.97%	5.96%	7.48%	7.44%	9.62%	9.56%	8.03%	7.55%
Bank of ND Match Loan CD Program	25,556,005	1.2%	1.2%	1.43%	1.43%	25,504,669	1.2%	1.2%	1.44%	1.44%	2.90%	2.90%	5.79%	5.79%	5.86%	5.90%
Total Index	92,444,534	4.2%	4.2%	1.39%	1.38%	107,169,377	5.2%	4.7%	4.79%	4.78%	6.25%	6.23%	9.74%	9.68%	7.81%	7.47%
<i>Lehman Gov/Credit</i>				1.73%	1.73%				5.70%	5.70%	7.52%	7.52%	8.24%	8.24%	7.85%	7.47%
Convertibles																
TCW	56,645,469	2.6%	2.6%	8.43%	8.32%	60,797,346	2.9%	2.9%	-9.80%	-9.90%	-2.20%	-2.41%	-20.76%	-21.20%	-2.06%	N/A
<i>First Boston Convertible Index</i>				9.83%	9.83%				-8.56%	-8.56%	0.43%	0.43%	-12.44%	-12.44%	0.11%	N/A
BBB Average Quality																
Strong	57,035,217	2.6%	2.6%	4.18%	4.11%	67,078,553	3.2%	2.9%	0.46%	0.39%	4.66%	4.51%	3.45%	3.16%	6.83%	N/A
<i>Lehman US Credit BAA</i>				4.59%	4.59%				2.70%	2.70%	7.42%	7.42%	5.85%	5.85%	4.75%	N/A
Timberland																
Evergreen (Wachovia)	50,402,046	2.3%	2.3%	3.38%	3.15%	48,754,758	2.3%	2.3%	0.00%	-0.22%	3.38%	2.92%	N/A	N/A	N/A	N/A
													N/A	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	368,636,414	16.9%	16.7%	3.43%	3.36%	420,171,958	20.2%	18.6%	0.78%	0.71%	4.24%	4.10%	2.82%	2.56%	6.70%	6.56%
<i>Lehman Aggregate</i>				1.57%	1.57%				4.58%	4.58%	6.22%	6.22%	8.62%	8.62%	8.10%	7.57%
HIGH YIELD BONDS																
Western Asset	137,948,013	6.3%	5.8%	7.69%	7.64%	136,236,097	6.6%	5.8%	-3.19%	-3.24%	4.24%	4.15%	-5.84%	-6.08%	-3.89%	4.16%
<i>Lehman High Yield Bond Index</i>				6.74%	6.74%				-2.93%	-2.93%	3.61%	3.61%	-3.60%	-3.60%	-2.31%	0.68%
INTERNATIONAL FIXED INCOME																
International Core																
UBS Global (Brinson)	114,056,418	5.2%	4.9%	6.16%	6.06%	118,471,334	5.7%	4.9%	2.49%	2.39%	8.81%	8.60%	17.27%	16.83%	2.39%	2.43%
<i>Salomon Brothers Non-US Gov't Bond Index</i>				6.06%	6.06%				2.84%	2.84%	9.08%	9.08%	15.72%	15.72%	3.14%	3.03%
REAL ESTATE																
JMB	124,736			-1.27%	-1.27%	2,068,848			1.94%	1.94%	0.64%	0.64%	2.02%	0.92%	1.25%	7.60%
INVESCO	86,922,303			-0.19%	-0.41%	88,378,002			4.01%	3.78%	3.82%	3.35%	3.34%	2.61%	7.70%	N/A
J.P. Morgan	77,048,628			2.30%	1.90%	75,611,612			2.05%	1.64%	4.40%	3.58%	5.27%	4.10%	9.60%	11.72%
TOTAL REAL ESTATE	164,095,667	7.5%	6.8%	0.95%	0.65%	166,058,462	8.0%	6.8%	3.09%	2.78%	4.07%	3.45%	4.26%	3.35%	8.64%	9.66%
<i>NCREIF Total Index</i>				1.67%	1.67%				1.65%	1.65%	3.34%	3.34%	6.79%	6.79%	9.41%	11.96%
ALTERNATIVE INVESTMENTS																
Brinson IVCF III	1,508,090			-15.63%	-16.43%	1,804,611			8.36%	7.46%	-8.58%	-10.19%	62.49%	61.30%	112.32%	65.03%
Brinson IVCF II	270,022			4.25%	-3.71%	280,402			1.50%	-5.91%	5.81%	-9.40%	-23.62%	-28.90%	3.96%	21.27%
Coral Partners II	275,339			-0.20%	-5.57%	288,961			-15.20%	-19.48%	-15.37%	-23.96%	-51.10%	-53.48%	-30.67%	-16.01%
Coral Partners V	21,512,276			-6.86%	-7.89%	21,608,913			-16.55%	-17.47%	-22.27%	-23.98%	-45.85%	-46.32%	-3.46%	N/A
Coral Partners V - Supplemental	1,329,771			-11.10%	-11.88%	1,509,021			-13.49%	-14.17%	-23.09%	-24.37%	N/A	N/A	N/A	N/A
Coral Partners VI	1,562,065			-13.33%	-21.31%	1,250,000			N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Brinson 1998 Partnership Fund	3,927,453			-7.35%	-7.89%	4,412,307			-3.38%	-3.97%	-10.48%	-11.55%	-14.71%	-15.23%	8.66%	N/A
Brinson 1999 Partnership Fund	4,984,374			-5.95%	-6.50%	4,986,050			-4.08%	-4.67%	-9.79%	-10.86%	-21.19%	-21.70%	-0.85%	N/A
Brinson 2000 Partnership Fund	7,239,999			-1.10%	-1.66%	6,523,275			-6.35%	-6.93%	-7.38%	-8.48%	-14.38%	-14.95%	N/A	N/A
Brinson 2001 Partnership Fund	2,045,990			-0.77%	-1.33%	2,092,056			-0.48%	-1.08%	-1.24%	-2.40%	-5.62%	-6.22%	N/A	N/A
Brinson 2002 Partnership Fund	1,372,011			-2.18%	-2.74%	1,410,655			0.76%	0.15%	-1.44%	-2.59%	N/A	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	2,473,684			-1.39%	-2.36%	2,343,492			13.37%	12.07%	11.78%	9.43%	-6.40%	-7.68%	-3.51%	N/A
Brinson 2000 Non-US Partnership Fund	2,091,532			0.16%	-0.81%	1,864,138			8.25%	7.00%	8.43%	6.13%	-5.23%	-6.51%	N/A	N/A
Brinson 2001 Non-US Partnership Fund	902,190			-0.57%	-1.54%	916,338			-0.29%	-1.47%	-0.86%	-2.99%	-3.51%	-4.85%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	1,860,394			0.14%	-0.33%	715,859			N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Brinson BVCF IV	12,845,116			-8.40%	-9.29%	14,160,354			-1.82%	-2.76%	-10.07%	-11.79%	-28.37%	-29.16%	-17.06%	N/A
Mattlin Patterson Global Opportunities	21,250,000			0.54%	0.00%	18,750,000			N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
InvestAmerica	1,764,190			5.70%	3.02%	1,875,000			58.61%	31.25%	67.65%	35.21%	N/A	N/A	N/A	N/A
Hearthstone	8,435,474			6.45%	3.48%	9,773,267			14.55%	11.34%	21.94%	15.21%	7.73%	4.99%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS	97,649,970	4.5%	4.8%	-3.71%	-4.85%	96,564,699	4.6%	4.8%	-4.23%	-5.46%	-7.78%	-10.04%	-26.43%	-29.46%	1.13%	5.27%
<i>Post Venture Capital Index</i>				15.43%	15.43%				-22.64%	-22.64%	-10.71%	-10.71%	-44.30%	-44.30%	-26.03%	-6.83%
CASH EQUIVALENTS																
Northern Trust STIF/STEP	22,994,008	1.1%	1.5%	0.47%	0.42%	15,941,086	0.8%	1.5%	0.73%	0.68%	1.21%	1.11%	2.49%	2.29%	4.72%	5.01%
<i>90 Day T-Bill</i>				0.43%	0.43%				0.45%	0.45%	0.88%	0.88%	2.63%	2.63%	4.67%	4.84%
TOTAL PENSION TRUST	2,177,177,763	100.0%	100.0%	5.22%	5.06%	2,077,354,194	100.00%	100.00%	-10.21%	-10.35%	-5.51%	-5.82%	-7.27%	-7.77%	-1.33%	4.09%
POLICY TARGET BENCHMARK				6.01%	6.01%				-11.15%	-11.15%	-5.81%	-5.81%	-7.33%	-7.33%	-2.20%	3.94%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Pension Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.